

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 7122

BILL NUMBER: HB 1284

NOTE PREPARED: Dec 31, 2002

BILL AMENDED:

SUBJECT: Transfer of Unused Funds.

FIRST AUTHOR: Rep. Austin

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL
DEDICATED
FEDERAL**

IMPACT: Local

Summary of Legislation: This bill allows money in a fund maintained by a school corporation to be transferred to another school fund if the transfer does not increase the property tax levy imposed for the fund from which the money is transferred. It also repeals obsolete provisions governing transfers among funds.

Effective Date: July 1, 2003.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: The bill allows the transfer of money obtained from a source other than a state distribution or local property taxation between accounts of a school corporation. A school may transfer money obtained from a state distribution or a property tax levy among the General Fund, School Transportation Fund, School Bus Replacement Fund, Debt Service Fund, Capital Projects Fund, and the Special Education Preschool Fund. The impact would depend upon the extent that schools decide to transfer money from one fund to another. The following table shows the schools' cash balances on December 31, 2001.

General Fund	\$1,068,340,489
Transportation Fund	\$200,018,291
School Bus Replacement	\$61,668,913
Debt Service	\$473,347,969
Capital Projects	\$744,535,715
Special Education Preschool	\$33,917,087
Other Funds	\$1,207,572,228

State Agencies Affected:

Local Agencies Affected: Local Schools.

Information Sources: Department of Education databases.

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